

CORRECTIONS AND REHABILITATION

The California Department of Corrections and Rehabilitation (CDCR) is responsible for the incarceration of convicted felons, the supervision of these felons after their release on parole, and the provision of rehabilitative strategies designed to successfully reintegrate offenders into their communities. The CDCR is responsible for providing safe and secure detention facilities and necessary support services to inmates, including food, clothing, academic instruction, and vocational training.

The May Revision includes total funding of \$9.5 billion (\$9.4 billion General Fund and \$134.2 million other funds) for all programs included in this Agency.

In addition to the changes discussed in this chapter, the May Revision includes proposals to reduce state operations and achieve statewide efficiencies. Please see the Reducing State Government chapter for the details of the Governor's proposal.

RECENTLY ADOPTED SOLUTIONS

The Legislature approved the following major solutions in March. They are either signed into law by the Governor or in pending legislation.

- Program Reductions—A one-time decrease of \$150 million General Fund for CDCR adult inmate and parolee programs which will be focused on terminating contracts and delaying new services.

- Unallocated Reduction to Receiver’s Medical Services Program—A decrease of \$82.6 million in 2010-11 and \$163.2 million in 2011-12, which represents five-percent and ten-percent reductions, respectively. The Medical Services Program continues to be costly at approximately \$11,000 per inmate annually, and it is necessary to reduce this high cost of delivering medical care to inmates through the implementation of cost-saving measures.

SOLUTIONS TO ADDRESS REMAINING SHORTFALL

Previously proposed or newly proposed solutions are needed to address the remaining budget shortfall. They include:

- Capital Outlay Reductions—A decrease of \$6.5 million General Fund for capital outlay. This includes \$6.1 million for design of a heating, ventilation, and air conditioning project at Ironwood State Prison and \$436,000 for a minor project to install blast chillers at Wasco State Prison. These projects are being deferred.

OTHER POLICY PROPOSALS AND MAJOR WORKLOAD ADJUSTMENTS

The May Revision includes the following significant policy and workload proposals:

- Workforce Cap Savings Control Section—An increase to CDCR’s budget of \$291.7 million General Fund and \$670,000 Other Funds in 2011-12 and ongoing to reflect the shifting of workforce cap savings from the Department’s budget to Control Section 3.93. This will facilitate the separation and accurate accounting of workforce cap and realignment savings. In addition, the amount of the required workforce cap General Fund savings is being recalculated to \$194.5 million General Fund, to reflect the reduced size of the CDCR budget after realignment is fully implemented.
- Pooled Money Investment Board Loan Repayment—The May Revision includes a one-time increase of \$19.2 million General Fund in 2011-12 to repay a loan provided to the CDCR from the Pooled Money Investment Board, which funded the design of the San Quentin Condemned Inmate Complex project. The Administration has decided not to move forward with the San Quentin Condemned Inmate Complex project and as such, the CDCR must repay loans associated with the design of that project.

- **Population Adjustment**—The May Revision includes a decrease of \$6.5 million General Fund in 2010-11 for various costs directly related to changes in the budgeted populations of adult inmates, juvenile wards, and adult and juvenile parolees. In 2011-12 there is an increase of \$342,000 General Fund for the same purpose. This reflects a decrease of 165 inmates in the current year, compared to previous projections, and no change in the budget year, for a total of 163,634 in 2010-11 and 163,152 in 2011-12. The projection also reflects increases in the estimated parolee population of 478 in 2010-11 and 352 in 2011-12, increasing to a total of 114,168 in the current year and 107,354 in the budget year. For juveniles, the population funding request projects a decrease of 34 wards and no change in parolees in the current year and a decrease of 104 wards and 342 parolees in the budget year, resulting in totals of 1,270 wards and 1,520 parolees in the current year and 1,165 wards and 1,178 parolees in the budget year.
- **Board of Parole Hearings Revocation Workload Reductions**—The May Revision includes a decrease of \$36.2 million General Fund in 2011-12 related to revocation workload reductions that will occur as a result of moving revocation hearings to the Judicial Branch. This is consistent with the passage of AB 109, in which the Board will no longer be responsible for making final revocation decisions for offenders who violate the terms of their parole.
- **Community Corrections Performance Incentive Grants**—The May Revision includes an increase of \$30 million General Fund for the California Community Corrections Performance Incentive Act. The Act established a system of performance-based funding that shares state General Fund savings with county probation departments when they demonstrate success in reducing the number of adult felony probationers going to state prison because of committing new crimes or violating the terms of probation. As of the May Revision, approximately 6,200 felony probationers were successfully kept out of state prison as a result of this program.
- **Deficiency Funding**—The Administration is requesting deficiency funding of \$414.9 million in 2010-11 as a result of various structural and operational shortfalls. With improved internal controls and transparency in the Department's fiscal operations, along with \$379.6 million proposed in the Governor's Budget for 2011-12 to address CDCR's structural shortfalls, the Administration anticipates that CDCR will manage its budget so as to avoid future deficiency requests.

The May Revision also includes changes to the 2011 Realignment proposal that affect CDCR. For more information, see the Realignment chapter.